

payment (as determined under this subsection) for the fiscal year in which the redistribution is made.

"(3) APPROPRIATION.—For grants under this section, there are appropriated—

- "(A) \$1,967,000,000 for fiscal year 1997;
- "(B) 2,067,000,000 for fiscal year 1998;
- "(C) 2,167,000,000 for fiscal year 1999;
- "(D) 2,367,000,000 for fiscal year 2000;
- "(E) 2,567,000,000 for fiscal year 2001; and
- "(F) 2,717,000,000 for fiscal year 2002.

"(4) INDIAN TRIBES.—The Secretary shall reserve not less than 1 percent, and not more than 2 percent, of the aggregate amount appropriated to carry out this section in each fiscal year for payments to Indian tribes and tribal organizations.

"(b) USE OF FUNDS.—

"(1) IN GENERAL.—Amounts received by a State under this section shall only be used to provide child care assistance. Amounts received by a State under a grant under subsection (a)(1) shall be available for use by the State without fiscal year limitation.

"(2) USE FOR CERTAIN POPULATIONS.—A State shall ensure that not less than 70 percent of the total amount of funds received by the State in a fiscal year under this section are used to provide child care assistance to families who are receiving assistance under a State program under this part, families who are attempting through work activities to transition off of such assistance program, and families who are at risk of becoming dependent on such assistance program.

"(c) APPLICATION OF CHILD CARE AND DEVELOPMENT BLOCK GRANT ACT OF 1990.—Notwithstanding any other provision of law, amounts provided to a State under this section shall be transferred to the lead agency under the Child Care and Development Block Grant Act of 1990, integrated by the State into the programs established by the State under such Act, and be subject to requirements and limitations of such Act.

"(d) DEFINITION.—As used in this section, the term "State" means each of the 50 States or the District of Columbia.

#### SEC. 604. LEAD AGENCY.

Section 658D(h) (42 U.S.C. 9858b(b)) is amended—

- (1) in paragraph (1)—
  - (A) in subparagraph (A), by striking "State" the first place that such appears and inserting "governmental or nongovernmental"; and
  - (B) in subparagraph (C), by inserting "with sufficient time and Statewide distribution of the notice of such hearing," after "hearing in the State"; and
- (2) in paragraph (2), by striking the second sentence.

#### SEC. 605. APPLICATION AND PLAN.

Section 658F (42 U.S.C. 9858c) is amended—

- (1) in subsection (b)—
  - (A) by striking "implemented" and all that follows through "(2)" and inserting "implemented"; and
  - (B) by striking "for subsequent State plans";
- (2) in subsection (c)—
  - (A) in paragraph (2)—
    - (i) in subparagraph (A)—